## COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST	)		
ADJUSTMENT FILING OF	)	CASE NO.	2006-00152
BRIGHT'S PROPANE SERVICE, INC.	)		

## <u>O R D E R</u>

On February 15, 1991, in Case No. 1990-00091,<sup>1</sup> the Commission approved rates for Bright's Propane Service, Inc. ("Bright's") and provided for their further adjustment on a quarterly basis in accordance with Bright's gas cost adjustment ("GCA") clause.

On April 10, 2006, Bright's filed its proposed GCA to be effective May 1, 2006.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Bright's notice includes revised rates designed to pass on to its customers its expected change in wholesale propane costs.
- 2. Bright's notice sets out an Average Gas Cost component ("AGC") of 3.475 cents per cubic foot, which is an increase of .216 cents from the previous AGC of 3.259.
- 3. Bright's notice sets out a current quarter actual adjustment ("AA") of .084 cent per cubic foot. Bright's incorrectly calculated its quarterly cost difference. Correcting for this produces a current quarter actual adjustment of .078 cent per cubic foot. Bright's total AA is .09131 cent per cubic foot, which is an increase of .038 cent from the previous total AA.
  - 4. Bright's notice sets out no balancing adjustment.

<sup>&</sup>lt;sup>1</sup> Case No. 1990-00091, Jurisdictional Status of Bright's Propane Service, Inc.'s Propane Distribution System, Order dated February 15, 1991.

5. Bright's notice sets out 1.5 cents per cubic foot to recover overhead operating costs as approved in its tariff.

6. Bright's gas cost adjustment ("GCA") is 5.066 cents per cubic foot, which is an increase of .254 cent per cubic foot from the previous rate of 4.81231.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Bright's on and after May 10, 2006. Bright's did not provide sufficient notice for rates to be effective May 1, 2006.

### IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for final meter readings on and after May 10, 2006.

2. Within 20 days of the date of this Order, Bright's shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 19<sup>th</sup> day of April, 2006.

By the Commission

ATTEST:

Executive Director

#### **APPENDIX**

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00152 DATED April 19, 2006

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Service, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

All Propane \$ .05066 per cubic foot

Minimum Bill \$20.26

(First 400 Cubic feet or less)